

**SANFORD LAW OFFICE, PLLC**

Jo Anne Sanford, Attorney at Law

August 27, 2015

Ms. Gail L. Mount, Chief Clerk  
North Carolina Utilities Commission  
4325 Mail Service Center  
Raleigh, North Carolina 27699-4325

Via Electronic Delivery

Re: Carolina Water Service, Inc. of North Carolina  
Docket No. W-354, Sub 344 - Application for General Rate  
Increase  
Amendment to Exhibit 2 (Appendix A-1 - Proposed Rates) to  
Direct Testimony of David Liskoff

Dear Ms. Mount:

On August 21, 2015, Carolina Water Service, Inc. of North Carolina ("CWSNC" or "Company") filed the direct testimony of David Liskoff in support of the Company's general rate case application in Docket No. W-354, Sub 344. CWSNC, through subsequent consultations with the Public Staff, has determined that Exhibit 2 (Appendix A-1) of the Liskoff direct testimony needs to be revised to properly reflect the new proposed rates being requested by the Company in this case for all of its water and sewer service areas in North Carolina (excluding Corolla Light, Monteray Shores, Nags Head, and Linville Ridge).

Attached for electronic filing, please find a Revised Appendix A-1, consisting of eight (8) pages, which CWSNC requests be substituted for the equivalent pages in Exhibit 2 of the Liskoff direct testimony.

Thank you and your staff for your assistance; please feel free to contact me if there are any questions or suggestions.

Sincerely,

Electronically Submitted

/s/Jo Anne Sanford

Attorney for Carolina Water Service,  
Inc. of North Carolina

c: Parties of Record

CAROLINA WATER SERVICE, INC. OF NORTH  
CAROLINA  
PRE-FILED DIRECT TESTIMONY-DAVID LISKOFF  
DOCKET NO. W-354, SUB 344  
EXHIBIT 2  
PROPOSED SCHEDULE OF RATES

SCHEDULE OF RATES

for

CAROLINA WATER SERVICE, INC. OF NORTH CAROLINA

for providing water and sewer utility service in

IN ALL OF ITS SERVICE AREAS IN NORTH CAROLINA  
(Excluding Corolla Light, Monteray Shores, and Nags Head)

**WATER RATES AND CHARGES**

MONTHLY METERED SERVICE (Residential and Commercial)

Base Facilities Charges (zero usage)

|              |            |
|--------------|------------|
| < 1" meter   | \$ 22.47   |
| 1" meter     | \$ 56.19   |
| 1-1/2" meter | \$ 112.37  |
| 2" meter     | \$ 179.80  |
| 3" meter     | \$ 337.12  |
| 4" meter     | \$ 561.87  |
| 6" meter     | \$1,123.74 |

Usage Charge, per 1,000 gallons

Treated Water \$ 6.70

Untreated Water  
(Brandywine Bay Irrigation Water) \$ 3.60

Purchased Water for Resale Usage Charge/

| <u>Service Area</u> | <u>Bulk Provider</u> | <u>1,000 gallons</u> |
|---------------------|----------------------|----------------------|
| Carolina Forest     | Montgomery County    | \$ 3.19              |

Usage Charge/

| <u>Service Area</u>                | <u>Bulk Provider</u>             | <u>1,000 gallons</u> |
|------------------------------------|----------------------------------|----------------------|
| High Vista Estates                 | City of Hendersonville           | \$ 3.15              |
| Riverpointe                        | Charlotte- Mecklenburg Utilities | \$ 6.30              |
| Whispering Pines                   | Town of Southern Pines           | \$ 2.23              |
| White Oak Planation/<br>Lee Forest | Johnston County                  | \$ 3.25              |
| Winston Plantation                 | Johnston County                  | \$ 3.25              |

|                |                       |    |      |
|----------------|-----------------------|----|------|
| Winston Pointe | Johnston County       | \$ | 3.25 |
| Woodrun        | Montgomery County     | \$ | 3.19 |
| Yorktown       | City of Winston-Salem | \$ | 5.01 |
| Zemosa Acres   | City of Concord       | \$ | 5.27 |

MONTHLY FLAT RATE SERVICE \$ 42.51

AVAILABILITY RATES (semi-annual):

Applicable only to property owners in Carolina Forest  
and Woodrun Subdivision in Montgomery County \$ 26.60

Meter Testing Fee: <sup>1/</sup> \$ 20.00

New Water Customer Charge: \$ 27.00

Reconnection Charges: <sup>2/</sup>

If water service cut off by utility for good cause \$27.00

If water service is discontinued at customer's request \$27.00

Management Fee: (in the following subdivision only)

Wolf Laurel \$ 150.00

Oversizing Fee: (in the following subdivision only)

Winghurst \$ 400.00

Meter Fee:

For <1" meters \$ 50.00

For meters 1" or larger Actual Cost

Irrigation Meter Installation: Actual Cost

Uniform Connection Fees: <sup>3/</sup>

The following uniform connection fees apply unless specified differently by contract approved by and on file with the North Carolina Utilities Commission.

|  |           |
|--|-----------|
| Connection Charge (CC), per SFE (Single Family Equivalent) | \$ 100.00 |
| Plant Modification Fee (PMF), per SFE                      | \$ 400.00 |

| <u>Subdivision</u>                    | <u>CC</u>  | <u>PMF</u> |
|---------------------------------------|------------|------------|
| Abington                              | \$ 0.00    | \$ 0.00    |
| Abington, Phase 14                    | \$ 0.00    | \$ 0.00    |
| Amherst                               | \$ 250.00  | \$ 0.00    |
| Bent Creek                            | \$ 0.00    | \$ 0.00    |
| Blue Mountain at Wolf Laurel          | \$ 925.00  | \$ 0.00    |
| Buffalo Creek, Phase I, II, III, IV   | \$ 825.00  | \$ 0.00    |
| Carolina Forest                       | \$ 0.00    | \$ 0.00    |
| Chapel Hills                          | \$ 150.00  | \$ 400.00  |
| Eagle Crossing                        | \$ 0.00    | \$ 0.00    |
| Forest Brook/Old Lamp Place           | \$ 0.00    | \$ 0.00    |
| Harbour                               | \$ 75.00   | \$ 0.00    |
| Hestron Park                          | \$ 0.00    | \$ 0.00    |
| Hound Ears                            | \$ 300.00  | \$ 0.00    |
| Kings Grant/Willow Run                | \$ 0.00    | \$ 0.00    |
| Lemmond Acres                         | \$ 0.00    | \$ 0.00    |
| Monterrey (Monterrey LLC)             | \$ 0.00    | \$ 0.00    |
| Quail Ridge                           | \$ 750.00  | \$ 0.00    |
| Queens Harbour/Yachtsman              | \$ 0.00    | \$ 0.00    |
| Riverpointe                           | \$ 300.00  | \$ 0.00    |
| Riverpointe (Simonini Bldrs.)         | \$ 0.00    | \$ 0.00    |
| Riverwood, Phase 6E (Johnston County) | \$ 825.00  | \$ 0.00    |
| Saddlewood/Oak Hollow (Summey Bldrs.) | \$ 0.00    | \$ 0.00    |
| Sherwood Forest                       | \$ 950.00  | \$ 0.00    |
| Ski Country                           | \$ 100.00  | \$ 0.00    |
| White Oak Plantation                  | \$ 0.00    | \$ 0.00    |
| Wildlife Bay                          | \$ 870.00  | \$ 0.00    |
| Willowbrook                           | \$ 0.00    | \$ 0.00    |
| Winston Plantation                    | \$1,100.00 | \$ 0.00    |
| Winston Pointe, Phase 1A              | \$ 500.00  | \$ 0.00    |
| Wolf Laurel                           | \$ 925.00  | \$ 0.00    |
| Woodrun                               | \$ 0.00    | \$ 0.00    |
| Woodside Falls                        | \$ 500.00  | \$ 0.00    |

LINVILLE RIDGE SUBDIVISION:

MONTHLY METERED SERVICE (Residential and Commercial):

Base Facilities Charges (zero usage)

Common facility only

|              |            |
|--------------|------------|
| < 1" meter   | \$ 22.47   |
| 1" meter     | \$ 56.19   |
| 1-1/2" meter | \$ 112.37  |
| 2" meter     | \$ 179.80  |
| 3" meter     | \$ 337.12  |
| 4" meter     | \$ 561.87  |
| 6" meter     | \$1,123.74 |

Usage Charge, per 1,000 gallons

|               |         |
|---------------|---------|
| Treated Water | \$ 6.70 |
|---------------|---------|

|                                   |          |
|-----------------------------------|----------|
| <u>MONTHLY FLAT RATE SERVICE:</u> | \$ 42.51 |
|-----------------------------------|----------|

|                                    |          |
|------------------------------------|----------|
| <u>MONTHLY AVAILABILITY RATES:</u> | \$ 10.80 |
|------------------------------------|----------|

**SEWER RATES AND CHARGES**

MONTHLY METERED SERVICE:

Base Facility Charges (based on meter size with zero usage)

|             |          |
|-------------|----------|
| Residential | \$ 39.57 |
|-------------|----------|

Commerical

|              |            |
|--------------|------------|
| <1" meter    | \$ 39.57   |
| 1" meter     | \$ 98.92   |
| 1-1/2" meter | \$ 197.84  |
| 2" meter     | \$ 316.55  |
| 3" meter     | \$ 593.53  |
| 4" meter     | \$ 989.21  |
| 6" meter     | \$1,978.42 |

Usage charge, per 1,000 gallons \$ 2.95

MONTHLY METERED PURCHASED SEWER SERVICE:

Collection charge (residential and commercial/SFE) \$ 30.86

Usage charge, per 1,000 gal based on purchased water Usage Charge/

| <u>Service Area</u>      | <u>Bulk Provider</u> | <u>1,000 gallons</u> |
|--------------------------|----------------------|----------------------|
| White oak Plantation/    |                      |                      |
| Lee Forest/Winston Point | Johnston County      | \$ 4.55              |
| Kings Grant              | Two Rivers Utilities | \$ 3.80              |
| College Park             | Town of Dallas       | \$ 5.70              |

MONTHLY FLAT RATE SERVICE \$ 53.56

MT. CARMEL SUBDIVISION SERVICE AREA:

Monthly Base Facility Charge \$ 6.44

Usage Charge/1,000 gallons  
(based on metered water usage) \$ 5.60

Monthly Collection Charge (residential and commercial/SFE) \$ 24.42

REGALWOOD AND WHITE OAK ESTATES SUBDIVISION SERVICE AREAS:

A. Monthly Flat Rate Sewer Service:

|                       |             |
|-----------------------|-------------|
| Residential Service   | \$ 53.56    |
| White Oak High School | \$ 1,661.95 |
| Child Castle Daycare  | \$ 206.59   |
| Pantry                | \$ 110.07   |

New Sewer Customer Charge:<sup>4/</sup> \$ 22.00

Reconnection Charge:<sup>5/</sup>

If sewer service cut off by utility for good cause Actual Cost

Carolina Pines Subdivision Connection Fees: (sewer only)

|                |   |
|----------------|---|
| Residential    | \$1,350.00 per unit (including single family homes, condominiums, apartments, and mobile homes) |
| Hotels         | \$750.00 per unit   |
| Nonresidential | \$3.57 per gallon of daily design of discharge or \$900.00 per unit, whichever is greater.      |

Uniform Connection Fees: <sup>3/</sup>

The following uniform connection fees apply unless specified differently by contract approved by and on file with the North Carolina Utilities Commission.

|  |            |
|--|------------|
| Connection Charge (CC), per SFE (Single Family Equivalent) | \$100.00   |
| Plant Modification Fee (PMF), per SFE                      | \$1,000.00 |

The systems where connection fees other than the uniform fees have been approved by the North Carolina Utilities Commission are as follows:

| <u>Subdivision</u>                                    | <u>CC</u> | <u>PMF</u> |
|---|-----------|------------|
| Abington  | \$ 0.00   | \$ 0.00    |
| Abington, Phase 14                                    | \$ 0.00   | \$ 0.00    |
| Amber Acres North (Phases II & IV)                    | \$ 815.00 | \$ 0.00    |
| Ashley Hills  | \$ 0.00   | \$ 0.00    |
| Amherst   | \$ 500.00 | \$ 0.00    |
| Bent Creek  | \$ 0.00   | \$ 0.00    |
| Brandywine Bay  | \$ 100.00 | \$1,456.00 |
| Camp Morehead by the Sea                              | \$ 100.00 | \$1,456.00 |
| Hammock Place   | \$ 100.00 | \$1,456.00 |
| Hestron Park  | \$ 0.00   | \$ 0.00    |
| Hound Ears  | \$ 30.00  | \$ 0.00    |
| Huntwick  | \$ 0.00   | \$ 0.00    |
| Independent/Hemby Acres/Beacon Hills (Griffin Bldrs.) | \$ 0.00   | \$ 0.00    |
| Kings Grant/Willow Run                                | \$ 0.00   | \$ 0.00    |
| Kynwood   | \$ 0.00   | \$ 0.00    |

|                               |            |         |
|-------------------------------|------------|---------|
| Mt. Carmel/Section 5A         | \$ 500.00  | \$ 0.00 |
| Queens Harbor/Yachtsman       | \$ 0.00    | \$ 0.00 |
| Riverpointe                   | \$ 300.00  | \$ 0.00 |
| Riverpointe (Simonini Bldrs.) | \$ 0.00    | \$ 0.00 |
| Steeplechase (Spartabrook)    | \$ 0.00    | \$ 0.00 |
| White Oak Plantation          | \$ 0.00    | \$ 0.00 |
| Willowbrook                   | \$ 0.00    | \$ 0.00 |
| Willowbrook (Phase 3)         | \$ 0.00    | \$ 0.00 |
| Winston Pointe, Phase 1A      | \$2,000.00 | \$ 0.00 |
| Woodside Falls                | \$ 0.00    | \$ 0.00 |

#### MISCELLANEOUS UTILITY MATTERS

Charge for Processing NSF Checks: \$ 25.00

Bills Due: On billing date

Bills Past Due: 21 days after billing date

Billing Frequency: Bills shall be rendered monthly in all service areas, except for Mt. Carmel, which will be billed bimonthly and the availability charges in Carolina Forest and Woodrun Subdivisions, which will be billed semiannually.

Finance Charge for Late Payment: 1% per month will be applied to the unpaid balance of all bills still past due 25 days after billing date.

#### NOTES:

<sup>1/</sup> If a customer requests a test of a water meter more frequently than once in a 24-month period, the Company will collect a \$20.00 service charge to defray the cost of the test. If the meter is found to register in excess of the prescribed accuracy limits, the meter testing charge will be waived. If the meter is found to register accurately or below prescribed accuracy limits, the charge shall be retained by the Company. Regardless of the test results, customers may request a meter test once in a 24-month period without charge.

<sup>2/</sup> Customers who request to be reconnected within nine months of disconnection at the same address shall be charged the base facility charge for the service period they were disconnected.

- <sup>3/</sup> These fees are only applicable one time, when the unit is initially connected to the system.
- <sup>4/</sup> These charges shall be waived if customer is also a water customer within the same service area.
- <sup>5/</sup> The utility shall itemize the estimated cost of disconnecting and reconnecting service and shall furnish this estimate to customer with cut-off notice. This charge will be waived if customer also receives water service from Carolina Water Service within the same service area.

### CERTIFICATE OF SERVICE

I hereby certify that I have served a copy of the **Amendment to Exhibit 2 (Appendix A-1 - Proposed Rates)** to the Direct Testimony of Carolina Water Service, Inc. of North Carolina Witness David Liskoff filed this day in Docket No. W-354 Sub 344 on all parties of record in this proceeding, in accordance with North Carolina Utilities Commission Rule R1-39, either by United States mail, first class postage pre-paid; by hand delivery; or by means of electronic delivery upon agreement of the receiving party.

This the 27<sup>th</sup> day of August, 2015.

Electronically Submitted  
/s/Jo Anne Sanford  
State Bar No. 6831

SANFORD LAW OFFICE, PLLC  
[sanford@sanfordlawoffice.com](mailto:sanford@sanfordlawoffice.com)  
Tel: 919.829.0018  
Attorney for Carolina Water Service,  
Inc. of North Carolina